

**NEW RIVER
COMMUNITY COLLEGE**

**REPORT ON REVIEW
FOR THE YEAR ENDED
JUNE 30, 2006**





Commonwealth of Virginia

Auditor of Public Accounts

P.O. Box 1295

Richmond, Virginia 23218

Walter J. Kucharski, Auditor

February 12, 2007

Dr. Jack M. Lewis, President
New River Community College
P.O. Box 1127
Dublin, VA 24084

Dear Dr. Lewis:

We have reviewed the accompanying Statement of Net Assets of **New River Community College** as of June 30, 2006, and the related statement of Revenues, Expenses, and Changes in Net Assets for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of the college.

A review consists principally of inquiries of college personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

This letter is intended solely for the information and use of the accreditation review board and is not intended to be and should not be used by anyone other than this specified party. However, this letter is a matter of public record and its distribution is not limited.

Sincerely,

Walter J. Kucharski
Auditor of Public Accounts

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Enclosure

NEW RIVER COMMUNITY COLLEGE
STATEMENT OF NET ASSET
As of June 30, 2006

		Component Unit	
		New River	
		Community College	
		Educational	
		Foundation	
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 4,654,631	\$ 498,414	
Accounts receivable	61,566	34,634	
Pledges receivable	-	6,213	
Due from system office	64,746	-	
Prepaid expenses	85,646	-	
Inventories	23,126	-	
Total current assets	4,889,715	539,261	
Non-current assets:			
Restricted cash and cash equivalents	205,830	-	
Endowment cash and cash equivalents	-	128,973	
Endowment investments	-	3,423,861	
Other long-term investments	-	14,033	
Pledges receivable	-	9,157	
Non-depreciable capital assets, net	756,396	217,017	
Depreciable capital assets, net	10,521,422	184,969	
Total non-current assets	11,483,648	3,978,010	
Total assets	16,373,363	4,517,271	
LIABILITIES			
Current liabilities:			
Accounts and retainage payable	216,089	-	
Accrued payroll expense	173,527	-	
Deferred revenue	502,797	-	
Long-term liabilities-current portion	404,245	-	
Due to Commonwealth	3,500	-	
Deposits	36,216	-	
Total current liabilities	1,336,374	-	
Non-current liabilities:			
Long-term liabilities	439,647	-	
Total liabilities	1,776,021	-	
NET ASSETS			
Invested in capital assets, net of related debt	11,277,818	401,986	
Restricted for:			
Non-expendable	-	3,552,834	
Expendable	304,185	(17,066)	
Unrestricted	3,015,339	579,517	
Total net assets	\$ 14,597,342	\$ 4,517,271	

See Auditor of Public Accounts' Review Report

NEW RIVER COMMUNITY COLLEGE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
For the Year Ended June 30, 2006

	Component Unit	
	Community College	New River Community College Educational Foundation
Operating revenue:		
Tuition and fees (net of scholarship allowance of \$1,366,867)	\$ 4,708,126	\$ -
Federal grants and contracts	3,856,272	-
State and local grants	169,724	-
Non-governmental grants	79,194	-
Sales/services of education department	36,303	-
Auxiliary enterprises (net of scholarship allowance of \$8,837)	115,722	-
Gifts and contributions	-	195,454
Endowment income	-	214,235
Other operating revenues	197,591	-
Total operating revenue	9,162,932	409,689
Operating expenses:		
Instruction	8,634,250	-
Public service	28,303	-
Academic support	2,468,799	65,726
Student services	1,300,043	-
Institutional support	3,222,513	-
Operation and maintenance	1,762,148	-
Scholarships and fellowships	1,972,742	124,548
Auxiliary enterprises	45,083	-
Fundraising	-	568
Total operating expenses	19,433,881	190,842
Operating income/(loss)	(10,270,949)	218,847
Non-operating revenues/(expenses)		
State appropriations	10,661,552	-
Local appropriations	61,722	-
Grants and gifts	191,566	-
Investment income	64,951	8,533
Other non-operating revenue/(expense)	(12,174)	-
Net non-operating revenue	10,967,617	8,533
Income/(loss) before other revenues, expenses, gains, or losses	696,668	227,380
Capital appropriations-state	225,000	-
Capital gifts, grants, and contracts	98,148	-
Additions to permanent and term endowments	-	276,807
Increase in net assets	1,019,816	504,187
Net assets - beginning of year	13,577,526	4,013,084
Net assets - end of year	\$ 14,597,342	\$ 4,517,271

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